LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, MARCH 16, 2010,** upon the application of **EXCO OPERATING COMPANY, LP.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone**, **Reservoir A**, in the Caspiana Field, DeSoto Parish, Louisiana.

- 1. To create one (1) additional drilling and production unit for the production of gas and condensate from the Haynesville Zone, Reservoir A.
- 2. To define the Haynesville Zone, Reservoir A, INSOFAR AND ONLY INSOFAR as to the proposed Haynesville Zone, Reservoir A Unit designated HA RA SU154 is concerned, as that gas and condensate producing interval encountered from 10,217' and 12,055' (electric log measurements) in the Exco Production Company, LP-Lee 19 No. 1 Well located in Section 19, Township 14 North, Range 12 West.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property within the proposed unit in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage basis of participation.
- 4. To designate a unit operator and unit well for the Haynesville Zone, Reservoir A Unit being proposed herein, where applicable.
- 5. That with respect to horizontal wells drilled to the Haynesville Zone, Reservoir A, within or to serve the unit being proposed in this application, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary and any offset well(s) should be calculated based on the distance to the nearest perforations in the well and not based on the penetration point or terminus.
- 6. To extend the provisions of the 191-H Series of Office of Conservation Orders and other pertinent Statewide Orders to the proposed unit for the Haynesville Zone, Reservoir A, and other applicable Statewide Orders to the unit being proposed herein, except as they may be in conflict herewith.
- 7. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A was originally defined in Order No. 191-H, effective August 28, 2007, and is being proposed to be redefined for and only insofar as the proposed Haynesville Zone, Reservoir A Unit being proposed herein.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

http://dnr.louisiana.gov/conshearings

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 2/3/10;2/8/10 S lck

IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT, IF YOU NEED ASSISTANCE, PLEASE CONTACT THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.